

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities

Date of Meeting: January 21, 2005

Time of Meeting: 8:15 a.m.

Place of Meeting: Art Pick Council Chamber, City Hall
3900 Main Street (at Tenth & Main Streets)
Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG

Roll Call

Present: Jim Anderson (Vice Chair)	Bob Stockton
David Barnhart	Joe Tavaglione
Conrad Newberry, Jr., P.E.	Chuck Beaty (Alternate 1)
Lalit Acharya	Katie Greene (Alternate 2)

Absent: Peter Hubbard (Chairman) (absence due to family sick leave)

PRESENTATION

"RAINCROSS PERFORMANCE RECOGNITION" AWARDS

Interim Public Utilities Director Dave Wright presented the "Raincross Performance Recognition award to the following employee:

Bob Miechowice – Water Maintenance Painter

Mr. Miechowice, nominated by his supervisor Randy Carder, received this award for his self-starting, hard working, and very knowledgeable experience in maintaining the appearance of more than one hundred water facilities/structures including maintaining household electrical and plumbing fixtures located at these facilities – and is known affectionately by Water Operations personnel as "Bob the Builder".

MINUTES

- (1) The regular meeting minutes from the Board of Public Utilities meeting held on January 7, 2005 was approved as submitted.

Motion – Barnhart. Second – Acharya.

Ayes: Anderson, Barnhart, Stockton, Newberry, Jr., P.E., Acharya, and Tavaglione.

Noes: None

Abstain: None

Absent: Hubbard (absence due to family sick leave)

CITIZENS PARTICIPATION

No comments were made.

COMMITTEE REPORTS

ELECTRIC COMMITTEE REPORT

The Electric Committee meeting scheduled on January 12, 2005 was cancelled.

CONSENT CALENDAR

A motion was made to approve the following items on the Consent Calendar to include the correction on Item 4, and to note that Item 2, **HMPE Cable Replacement**, was pulled from the agenda by staff.

Motion – Tavaglione. Second – Acharya.

Ayes: Anderson, Barnhart, Stockton, Newberry, Jr., P.E., Acharya, and Tavaglione.

Noes: None

Abstain: None

Absent Hubbard (absence due to family sick leave)

The Board of Public Utilities:

ELECTRIC ITEMS

(2) ~~**HMPE CABLE REPLACEMENT**~~
~~**WORK ORDER 0500019**~~

This item was removed from the agenda by staff per the contractor's request to be brought back to the Board at a later date.

~~Approve the estimated capital expenditure of \$58,935 to replace 1,889 feet of HMPE cable and three transformers.~~

~~*This work is part of the HMPE Cable Replacement program.*~~

(3) **PUBLIC WORKS STREET IMPROVEMENT**
WORK ORDER 631183

Approved the estimated capital expenditure of \$134,000 for the installation of streetlights on Mitchell Avenue from Campbell Avenue to Arlington Avenue.

(4) STREETLIGHT INSTALLATION

~~THREE-PHASE 12 kV UNDERGROUND EXTENSION~~
WORK ORDER 631181

Approved the estimated capital expenditure of \$125,000 for street lighting along Market Street from First Street to the 60-Freeway on ramp. This is in conjunction with Public Works Market Street Improvement Phase II.

~~Public Utilities, SBC California, and Charter communications will be participating in a joint trench venture that will result in Public Utilities receiving an estimated \$83,000 reimbursement.~~

Staff requested that the title should read – Streetlight Installation instead of Three-Phase 12 kV Underground Extension. Also to strike out the sub-paraphrase stating that there will be an \$83,000 reimbursement.

(5) 12 kV UNDERGROUND LINE EXTENSION
WORK ORDER 634396

Approved the estimated capital expenditure of \$250,000 to install underground primary line extensions and services to 173 Single Family Residences (Tract 31236-1) located in Orangecrest near Barton Road and Krameria Avenue.

(6) THREE-PHASE 12 kV UNDERGROUND EXTENSION
WORK ORDER 634444

Approved the estimated capital expenditure of \$825,000 to install underground electrical facilities along Market Street from First Street to the 60-Freeway on ramp. This is in conjunction with Public Works Market Street Improvement Phase II.

Public Utilities, SBC California, and Charter communications will be participating in a joint trench venture that will result in Public Utilities receiving an estimated \$83,000 reimbursement.

(7) 12 kV UNDERGROUND EXTENSION
WORK ORDER 644045

Approved the estimated capital expenditure of \$130,000 to install underground primary line extensions and services to 84 Single Family Residences (Tract 30756) located in Orangecrest near Krameria Avenue westerly of Barton Road.

(8) 12 kV UNDERGROUND LINE EXTENSION
WORK ORDER 644089

Approved the estimated capital expenditure of \$195,000 to install underground primary line extensions and services to 1576 Sycamore Canyon (2-4000A services).

(9) ELECTRIC INSTALLATION OF UNDERGROUND ELECTRICAL
WORK ORDER 644143

Approved the estimated capital expenditure of \$100,000 for the installation of three-phase underground feeder and distribution to serve Raincross Senior Living Center located at 5234 and 5236 Central Avenue.

WATER ITEMS

(10) **WATER MAIN REPLACEMENT
WORK ORDER 704243**

Approved the estimated capital expenditure of \$474,210 to install 2,639 feet of eight-inch water main, 36 one-inch water services, and 9 fire hydrants in West Point Drive from Harvard Way to the end of West Point Drive.

(11) **STEWART INTAKE INLET PIPING MODIFICATION
AWARD OF BID NO. 6136**

1. Approved the estimated capital expenditure of \$142,400 for Work Order 704236, which includes all design, construction, contract administration, inspection, and change order contingencies for the Stewart Intake Inlet Piping Modification Project (this amount includes sufficient funds for award to the lowest responsive bidder); and
2. Approved and recommended that the City Council award a contract for construction of Stewart Intake Inlet Piping Modification, Bid No. 6232, to the lowest responsive bidder as determined by the City Council.

OTHER ITEMS

(12) **RIVERSIDE PUBLIC UTILITIES TECHNICAL ASSISTANCE PROGRAM —
APPROPRIATION**

1. Approved and recommended that the City Council approve the addition of water audits under the Technical Assistance Program;
2. Approved and recommended that the City Council approve the selected consulting firms to work with Riverside Public Utilities; and
3. Approved and recommended that the City Council approve and execute the terms of the Technical Assistance Program Agreement.

DISCUSSION CALENDAR

(13) **REVISED UTILITY AGREEMENT AND CONSULTANT CONTRACT FOR THE
CALTRANS 60/91/215 FREEWAY RECONSTRUCTION PROJECT**

Assistant Director/Energy Delivery Steve Badgett presented to the Board a need to revise the Agreement between the City of Riverside and Caltrans. The basic reason is due to increased scope of work and associated costs. Additionally, adjustment of accounts for the additional revenues from reimbursement and appropriations needs to be approved.

The Board of Public Utilities approved and recommended that the City Council:

1. Approve an amendment to Utility Agreement No. 19744 with Caltrans for the relocation of Riverside Public Utilities electric facilities increasing the amount of Utility Agreement No. 19744 to \$13,156,661, that has been approved as to form by the City Attorney;
2. Approve the First Amendment to the General Services Agreement between the City of Riverside and Shaw Energy Delivery Services, Inc., to increase the contract amount by \$630,000 for a total not-to-exceed amount of \$2,580,000;
3. Authorize the increase to estimated revenues by \$1,800,000 to Account No. 0000510-375023, and increase appropriations to Account No. 6130000-470682 by the same amount;
4. Authorize the increase to appropriations by \$933,000 to Account No. 6130000-470683 from the Electric Fund Balance;
5. Not authorize expenditure of these funds for these increased amounts until the amendment to Utility Agreement No. 19744 has been executed by Caltrans; and
6. Authorize the City Manager, or his designee, to execute the necessary documents.

Motion – Tavaglione Second – Newberry, Jr., P.E.

Ayes: Anderson, Barnhart, Stockton, Newberry, Jr., P.E., Acharya, and Tavaglione.

Noes: None

Abstain: None

Absent: Hubbard (absence due to family sick leave)

(14) TERMINATION OF PUREENERGY SERVICES MANAGEMENT CONTRACT IN OCTOBER 2005 AND ADDITION OF THREE FULL-TIME POSITIONS TO PROVIDE MANAGEMENT AND OPERATION OF RIVERSIDE'S EXISTING AND NEW GENERATING PLANTS

Assistant Director/Finance & Resources Donna Stevener gave a brief overview of the current arrangements for operation and maintenance of the Springs Generating Plant. Due to the addition of the Riverside Energy Resource Center (RERC), staff recommends that this function be brought in-house to maintain expertise and reduce costs. Board Member Barnhart inquired about backup to personnel if brought in-house.

The Board of Public Utilities approved and recommended that the City Council:

1. Approve the creation of one Power Generation Manager position in the Public Utilities Power Resources Generation section;
2. Approve the creation of one Utilities Generation Instrument and Controls Technician position in the Public Utilities Power Resources Generation section;

3. Approve the addition of one Office Specialist position for the Public Utilities Power Resources Generation section; and
4. Approve the immediate hiring of the Power Generation Manager to provide for a minimum six-month transition of plan management from PurEnergy to in-house staff.

Motion – Tavaglione. Second – Acharya.

Ayes: Anderson, Barnhart, Stockton, Newberry, Jr., P.E., Acharya, and Tavaglione.

Noes: None

Abstain: None

Absent: Hubbard (absence due to family sick leave)

(15) ENERGY DELIVERY WORKLOAD

Assistant Director/Energy Delivery Steve Badgett made a presentation regarding the increased workload demands due to the robust Riverside economy. Discussion centered on staffing versus load, customer, and building permit growth; engineering and construction lead times; capital expenditures to date; overtime costs; and solutions. The Board appreciated that the information was available at mid-year.

The Board of Public Utilities received and filed this report.

(16) REALIGNMENT TO MEET PUBLIC UTILITIES DEPARTMENT GOALS

Pulled
from the
Agenda

Interim Public Utilities Director Dave Wright pulled this item from the agenda for the present time but to be brought back to the Board after appointment of a permanent Director.

~~That the Board of Public Utilities recommend that the City Council adopt the proposed realignment of the Public Utilities Divisions and approve the proposed job descriptions and adopt a resolution amending the Salary Resolution to make the necessary classification and salary range adjustments to implement the recommended changes.~~

DIRECTOR'S REPORT

- (A) Open and Closed Work Orders – December 2004
- (B) Monthly Benchmark Report Cards – December 2004
- (C) Water Highlights – December 2004
- (D) Rolling Calendar Outlining Future Utility Projects as of January 14, 2005
- (E) City Council Agendas – January 11, 2005 and January 18, 2005

(F) Update on WA-3 Rate Transition Plan

Interim Public Utilities Director Dave Wright updated the Board that the WA-3 Rate Transition Plan went to the Land Use Committee and will be coming back to the Board with changes.

Update on C.U.R.E. – Interim Public Utilities Director Dave Wright notified the Board that the California Unions for Reliable Energy (C.U.R.E.) had filed a notice of intent to sue with the South Coast Air Quality Management District relating to the RERC project. This will be brought to Board in closed session at a later date.

Update on Magnolia Substation Fire – Assistant Director Steve Badgett briefed the Board on a recent equipment fire at the Magnolia Substation.

SYSTEMATIC REPORTING ON CONFERENCES / SEMINARS / BOARD MEETINGS

Vice Chair Jim Anderson distributed a memo giving an update of the Region 9 Meeting of ACWA on the Blueprint for California's Water Future that he attended on January 14, 2005, in Imperial, California. (Memo on file in Public Utilities)

UPCOMING MEETING

Vice Chairman Jim Anderson adjourned the meeting at 9:13 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, February 4, 2005, at 8:15 a.m. at the Utilities Plaza Conference Room located at 3460 Orange Street (at Fifth and Orange Streets) in Riverside, California.**

By: _____
David H. Wright, Interim Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: February 18, 2005